

LINDA LINGLE
GOVERNOR



STATE OF HAWAII
PUBLIC UTILITIES COMMISSION
DEPARTMENT OF BUDGET AND FINANCE
465 S. KING STREET, #103
HONOLULU, HAWAII 96813

CARLITO P. CALIBOSO
CHAIRMAN

WAYNE H. KIMURA
COMMISSIONER

JANET E. KAWELO
COMMISSIONER

February 24, 2005

To the listed Parties:

Re: Docket No. 05-0002, In the Matter of Public Utilities Commission Instituting a Proceeding to Investigate the Issues and Requirements Raised by, and Contained in, Hawaii Revised Statutes 486H, as Amended.

To facilitate our review in the above-mentioned docket, we request that you respond to our information requests. Given the procedural schedule in this case, your responses are requested by **Thursday, March 10, 2005**.

If you have any questions or concerns relating to this request, please contact Kevin Katsura at (808) 586-2019. Thank you for your assistance in this matter.

Sincerely,

A handwritten signature in black ink, appearing to read "K. M. Katsura".

Kevin M. Katsura
Commission Counsel

KMK:eh

Enclosure

c: Division of Consumer Advocacy

Parties

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**Docket No. 05-0002,
In the Matter of Public Utilities Commission Instituting a Proceeding to
Investigate the Issues and Requirements Raised by, and Contained in, Hawaii
Revised Statutes 486H, as Amended.**

Please respond to the following information requests relating to the above-mentioned docket. Please also identify where this information may be found. If unable to respond, please state reason(s) next to each information request.

The data requested should reflect the approximate costs that the parties incur, and these estimates should be supported by specific company records if required.

For purposes of these information requests "zones" refer to the following zones as listed in Hawaii Revised Statutes 486H-13(h) as follows:

- (1) Zone 1 shall include the island of Oahu;
- (2) Zone 2 shall include the island of Kauai;
- (3) Zone 3 shall include the island of Maui, except the district of Hana;
- (4) Zone 4 shall include the district of Hana on the island of Maui;
- (5) Zone 5 shall include the island of Molokai;
- (6) Zone 6 shall include the island of Lanai;
- (7) Zone 7 shall include the districts of Puna, south Hilo, north Hilo, and Hamakua on the island of Hawaii; and
- (8) Zone 8 shall include the districts of north Kohala, south Kohala, north Kona, south Kona, and Kau on the island of Hawaii.

PUC-IR-1 Please identify the cost of terminal operation, in cents per gallon ("cpg") throughput, in each of the zones as applicable. Terminal owners should present estimated actual cost; companies which lease storage or are charged a throughput fee should identify the fee.

PUC-IR-2 Please identify the cost of marine movements from Oahu to all other marine delivery zones. The cost estimates should reflect the following:

- (a) actual or chartering costs for the marine movement
- (b) typical inspection fees (cpg)
- (c) typical loss experience (%) for gasoline
- (d) typical demurrage cost experience for each zone

PUC-IR-3 Please identify for Zone 4, the estimated cost of truck movement from Zone 3 for applicable companies.

PUC-IR-4 For the companies which receive product on exchange or outright purchase in the zones, please identify the typical differential paid to supplier(s) vs. product received on Oahu.

- PUC-IR-5 For all wholesale volumes sold to service stations, please identify the cost (cpg), for volumes sold in each of the proposed zones. To simplify, utilize the published tariff source & destinations and identify cost to several key locations in each zone (rather than all).
- PUC-IR-6 In addition to the costs of terminal operations (or usage), and costs to supply or receive product in the proposed zones, please provide estimated other costs of wholesale marketing, and identify what cost categories are included. This could involve resources, additives, rebates, etc. and are intended to reflect the cost of wholesale business rather than typical retail costs (station costs, land, advertising, etc). The costs may be different for bulk, rack, and Dealer-Tank Wagon (DTW) based sales, and this difference should be identified.
- PUC-IR-7 Please describe your wholesale supply chain in Hawaii. For example, company XYZ buys it volume bulk from QRS refinery on a term basis, transports product to outer islands in barges leased and operated by ABC, and sells gasoline through company operated stations (10%), to dealer on a DTW basis (45%), and to jobbers on a rack basis (45%).
- PUC-IR-8 Please describe how your wholesale or bulk supply is set. If an import parity mechanism is used, Please describe what is the basis and components of the transaction.
- PUC-IR-9 Please identify the monthly average price for wholesale gasoline sales in 2003 and 2004 in each zone and for each class of sale (DTW, Rack, Bulk, other). These data should be consistent with the data reported monthly to EIA on an aggregate basis for the State.